

IDOE Office of School Finance Budget Workshop

June 2010

1

Agenda

- 1) QSCB/QZAB
- 2) Textbook
- 3) Full Day Kindergarten
- 4) Summer School
- 5) Remediation
- 6) Legislation
- 7) Circuit Breaker Replacement Levy
- 8) Annual Financial Report

2

Agenda

- 9) Consolidated Purchasing Survey
- 10) Indirect Cost Rates
- 11) Compliance with OMB Circular A-133 Regarding Sub-recipient Notification
- 12) Fiscal Stabilization Report-Education
- 13) Contacts

3

QSCB

- 2010 allotment is \$182,583,000
 - \$100,000,000 for bonds >\$2m and not over \$10m million
 - \$82,583,000 for bonds up to \$2m
- Looking at whether there are remaining 2009 allocations available
- Project parameters
- Information needed
- **NEW:** Facility use/capacity
- **NEW:** Sale of bonds within nine months of award letter
- Application deadline was 06/01/10

4

QZAB

- Total available for 2010 is \$39,532,000
 - 2009 remaining allotment is \$12,230,000
 - 2010 allotment is \$27,302,000
- 10% match required
- \$2m maximum award
- Awarded on a first come, first serve basis
- Must be in empowerment zone, enterprise community, or have at least 35% free/reduced lunch level.
- Application deadline is 07/30/10

5

Textbook Reimbursement

- Payment for the 2009-10 school year was made February 19th
- Percentage of reimbursement was 86.43977362
- Claim for 2010 is due on or before November 12. Must electronically file the claim between October 1 and 31.

6

Full Day Kindergarten

- Notice of Intent to Participate in Superintendents mail in May 2010 – no intent may mean no funding.
- Grant application deadline 5 p.m. on June 18.
- Grant distribution in December.
- FDK students are reported on the ME report
 - If the students are not identified as FDK on the DOE-ME, you will not be funded for FDK students!
- ME summary sign-off form will reflect whether or not you reported FDK students.

7

Full Day Kindergarten

- 2009 reimbursement was \$1,078.26, which paid for 54,254 students
- 2010 appropriation is \$58,500,000
 - same as 2009



8

Summer School

- Estimate of costs were due to the Department on April 1, 2010
- Final report due September 17, 2010
- Online submission and hard copy must be submitted in order to be reimbursed
- Contact: Dre' Knox dknox@doe.in.gov (317) 232-9164

9

Remediation and Preventive Remediation Grant Program

- Deadline for receipt of grant application was June 4.
- Single distribution in June 2010.
- Budget Form I used for verification of remediation and preventive remediation program for school corporations.

10

Legislation

11

SEA252-2010 Transfer Tuition

- Amended, effective 7/1/10. School corporations can accept a transfer student regardless as whether a condition of transfer, the transferee schools require the requesting parent to pay transfer tuition.
 - Applies to cash transfer students only!
 - Failure to pay an installment agreed to by the parents or student and transferee school is a ground for exclusion from the school.
 - If you are not charging transfer tuition, you do not need to complete a Form 515
 - If a transferee school elects not to charge transfer tuition to the parents or student, the school may not charge the transferor school.

12

HEA1367-2010

- Restoration Grant- changes the calculation of 2009 revenue used in the Restoration Grant to include the 2009 state tuition support and the amount of decrease in federal aid to affected areas from the year preceding CY2009 by three years to the year preceding CY2009 by two years.
 - Bottom line, took into account P.L. 874 loss
 - 2010 Funding formula changed in March
 - 2011 Funding formula reflects the same change

13

HEA1367-2010

- Allows transfers between funds in the 2010-2011 school year to preserve and protect instructional programs.
 - Excludes debt service and racial balance funds
- Receipt account 5214- PL109-2010 transfers
- Expenditure account 60114- PL109-2010 transfers

14

HEA1367-2010

- Transfer cannot exceed either 5% or 10% of maximum CPF levy, excluding utilities and/or insurance.
 - 5% if governing body does not adopt a resolution that certifies that the employees of the school corporation will not receive a general wage or salary increase for the 2010-2011 school year. Resolution must be submitted to DOE.

15

HEA1367-2010

- Transfer cannot exceed either 5% or 10% of maximum CPF levy, excluding utilities and/or insurance.
 - 10% if governing body does adopt a resolution that certifies that the employees of the school corporation will not receive a general wage or salary increase for the 2010-2011 school year. Resolution must be submitted to DOE.

16

“Wage and Salary Increase” defined

- “Wage and salary increase” means an increase in wages or salaries payable for the same or a similar position after subtracting, for all employees, any of the following received by the individual:
- (1) An increase in wages or salary of an employee from an increment under IC 20-28-9-2 bargained for under a written contract signed before March 1, 2010, that has not expired.
- (2) An increase in wages or salary of an employee from an increment under IC 20-28-9-2 that does not exceed the increment permitted under an increment schedule in effect during the previous year under a written contract in effect for the previous year or under the status quo provisions in IC 20-29-9-16. However, the increment may not exceed two percent (2%) of the wages and salary of the employee in the previous year.

17

“Wage and Salary Increase” defined

- (3) An increase in wages or salary that is paid to an employee as a result of the employee completing licensing requirements.
- (4) Health care benefit cost increases for the same or an equivalent plan that are shared by the employee and the employer in the same proportion as health care benefit costs are shared in the previous year.

18

HEA1367-2010

- Transfers not permitted after 6/30/11
- For transfers made, a school files a report with DOE before 10/01/11, that contains the following information:
 - Purpose of the transfer
 - Funds involved in the transfer
 - Amount transferred
 - Impact of transfer to the programs that are supported by the fund from which the transfer was made.

19

HEA1367-2010

- Allows the governing body and an exclusive representative to mutually agree to forego any wage and salary increases that would otherwise be required under IC 20-28-9 for the 2010-2011 school year.

20

Circuit Breaker Repl.

- Eligible schools are those that for a particular year expect to have property tax revenues reduced by more than 2% because of the application of the circuit breaker credits
 - Based on 3/1/09 and 1/15/10 assessment dates
 - Determination of credits
 - Distribution of funds
 - Receipt account 3990- Other levy replacement grant

21

Annual Financial Report

- **Annual Financial Report**
 - Required under IC 5-3-1-3
 - Published one time not earlier than August 1 or later than August 15
 - Copy of report due on or before August 31 to the Office of School Finance

22

Consolidated Purchasing Survey

- **Consolidated Purchasing Survey** should be available from June through end of July
 - Each school corporation completes on-line tool.
 - Results to Governor's Office by Nov. 1

23

Indirect Cost Rates

- **Changes coming soon**
 - DOE will provide US DOE updated and detailed methodology for Indiana LEA's
- **Process overview**
 - First step was collection of org. charts
 - New program to utilize methodology and calculate rates
 - Data entry system for LEA's
 - Training sessions
 - Certification of report

24

Compliance with OMB Circular A-133 Re: Sub-recipient Notification

- DOE requirement to notify sub-recipients of certain Federal award information for funds received.
 - Federal Agency – US DOE
 - Federal Program- State Fiscal Stabilization Fund- Education State Grants- Recovery Act
 - CFDA Number: 84.39A
 - Applicable Compliance Requirements: Education Department General Administrative Regulations (EDGAR)

25

Fiscal Stabilization Report- Education

- Schools received a partial payment of fiscal stabilization funding on May 11 as part of May tuition support.
- Schools *must* spend fiscal stabilization education fund 7950 by June 30, 2010.
- For federal reporting purposes, each school *must* file on or before July 15, 2010, a summary report of the expenditures from the fund.

26

Fiscal Stabilization Report- Education

- The Office of School Finance notified schools of the reporting requirement on June 7.^{t,h}
- Please forward the expenditure report to Melissa or Kaitlin in the Office of School Finance.

27

Contact us:

- **Web:** www.doe.in.gov
- **Fax:** 317-232-0504
- **Phone:** 317-232-0840
- **Email:**
 - Kaitlin at kboldt@doe.in.gov
 - Melissa at mambre@doe.in.gov

28
